

**STATE OF ILLINOIS**  
**DEPARTMENT OF INSURANCE**



IN THE MATTER OF THE  
REVOCATION OF LICENSING  
AUTHORITY OF:

Hearing No. 15-HR-0083

DAVID LACHMAN

and

LACHMAN PUBLIC ADJUSTERS, INC.

**STIPULATION AND CONSENT ORDER**

WHEREAS David Lachman (Licensee) is a licensed public adjuster, and Lachman Public Adjusters, Inc. (Business Entity) is a licensed business entity in the State of Illinois;

WHEREAS the Licensee and Business Entity know of the actions, steps and remedies which the Director of Insurance may take under Section 1555 of the Illinois Insurance Code (215 ILCS 5/1555);

WHEREAS the Licensee and Business Entity are advised that the Department of Insurance (Department) has initiated an investigation to determine whether such causes and conditions exist as would authorize the Acting Director of Insurance (Acting Director) to take such actions and steps or pursue such remedies as provided in Section 1555 of the Illinois Insurance Code (215 ILCS 5/1555);

WHEREAS the Licensee and Business Entity know of and understand the nature of this investigation and the charges and his various rights in connection therewith, including the right to counsel, notice, hearing, and appeal under Section 1555 of the Illinois Insurance Code (215 ILCS 5/1555) and Part 2402, Title 50 of the Illinois Administrative Code (50 Ill. Admin. Code 2402); and

WHEREAS the Licensee and Business Entity do not admit to violations of the Illinois Insurance Code or Title 50 of the Illinois Administrative Code, but to resolve all matters raised by the investigation without the necessity of an administrative hearing, enter this Stipulation and Consent Order.

NOW THEREFORE, IT IS agreed by and between Licensee and Business Entity and the Acting Director:

- I. To waive the Notice and Hearing as required under Section 1555 of the Illinois Insurance Code (215 ILCS 5/1555).
- II. To stipulate that the Acting Director alleges:
  - A. On or about April 25, 2013, the Indiana Insurance Commissioner issued an Emergency Cease and Desist Order against the Licensee and Licensed Entity. On or about October 17, 2013, the Licensee entered into a Consent Order and was ordered to pay an administrative fine of \$1,500.00. The Licensee failed to notify the Department within 30 days of the action in violation of Section 1595(a) of the Illinois Insurance Code (215 ILCS 5/1595(a)).

The foregoing acts and/or omissions of Licensee are grounds for revocation and the levying of a civil penalty under Section 1555(a)(2) of the Illinois Insurance Code. (215 ILCS 5/1555(a)(2)).

- B. On or about May 31, 2013, the Licensee submitted a public adjuster license application. Question #2 asked "Have you or any business in which you are or were an owner, partner, officer or director ever been involved in an administrative proceeding regarding any professional or occupational license?" The Licensee answered "No."

The foregoing acts and/or omissions of Licensee are grounds for revocation and the levying of a civil penalty under Sections 1555(a)(1),(2),(3) and (8) of the Illinois Insurance Code (215 ILCS 5/1555(a)(1),(2),(3) and (8)).

- C. On or about June 25, 2013, the Licensee executed, or allowed to be executed, a non-approved public adjuster contract in violation of Section 5/1575(j) of the Illinois Insurance Code (215 ILCS 5/1575(j)).

The foregoing acts and/or omissions of Licensee are grounds for revocation and the levying of a civil penalty under Sections 5/1555(a)(2) and (8) of the Illinois Insurance Code (215 ILCS 5/1555(a)(2) and (8)).

- III. The Licensee and Business Entity consent to entry of this Order based upon the above stipulations.

NOW THEREFORE, IT IS HEREBY ORDERED by the undersigned Acting Director, under Section 1555 of the Illinois Insurance Code (215 ILCS 5/1555), that the Licensee and Business Entity:

- A. Will notify the Department, within 30 days, of any action taken against Licensee or Business Entity in another jurisdiction or by another governmental agency in this state;
- B. Will provide truthful and correct information when filing any application with the Department;
- C. Will not allow any unauthorized use of Licensee's public adjuster license or business entity license;
- D. Will maintain approved public adjuster contracts with the Department and will notify the Department of any changes or modifications;
- E. Will not allow any unauthorized use of their public adjuster contracts;
- F. Will pay a civil forfeiture of five-thousand (\$5,000.00) dollars payable to the Acting Director of Insurance, State of Illinois, within 30 days of the entry date of this Order. In the event that Licensee fails to pay, and the Department is forced to initiate a collection effort to retrieve the civil forfeiture, Licensee and Business Entity will be responsible for all costs and fees incurred by the collection process; and
- G. Will not violate the Illinois Insurance Code or Title 50 of the Illinois Administrative Code.

This Stipulation and Consent Order supersedes the Order of Revocation dated December 1, 2014. Hearing No. 15-HR-0083 will be dismissed based upon the entry of this Stipulation and Consent Order.

A material violation of this Stipulation & Consent Order, including failure to pay the civil forfeiture, will subject the Licensee and Business Entity to further administrative action under Section 500 of the Illinois Insurance Code (215 ILCS 5/500) and Section 407.2 (215 ILCS 5/407.2).

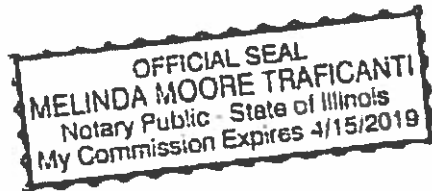
Nothing contained herein will prohibit the Acting Director from taking all appropriate action should the Licensee and Business Entity violate any provision of this Stipulation

and Consent Order or any provisions of the Illinois Insurance Code or Title 50 of the Illinois Administrative Code.

David Lachman  
David Lachman  
Individually, and for Lachman Public Adjusters, Inc.

State of Illinois  
County of Cook SS

Subscribed and sworn to  
before me this 19th day of  
December 2015.



Melinda Moore Traficanti  
Notary Public

Date: 1/5/16



DEPARTMENT OF INSURANCE  
of the State of Illinois

Anne Melissa Dowling  
Anne Melissa Dowling  
Acting Director of Insurance